

TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE



FISCAL MEMORANDUM

HB 631 - SB 1204

March 13, 2014

SUMMARY OF ORIGINAL BILL: Changes the date due, from February 1st to January 1st, for the annual report on gun background check fees as published by the Tennessee Bureau of Investigation (TBI). Replaces the Judiciary Committee with the Criminal Justice Committee of the House of the Representatives as a recipient of the report.

FISCAL IMPACT OF ORIGINAL BILL:

NOT SIGNIFICANT

SUMMARY OF AMENDMENT (014339): Reduces the application and processing fee for handgun carry permits, from \$115 to \$100 and reduces the renewal fee for such permits, from \$50 to \$40. This act shall take effect January 1, 2015.

FISCAL IMPACT OF BILL WITH PROPOSED AMENDMENT:

**Decrease State Revenue- \$834,900/FY14-15/DOSHS
\$1,669,900/FY15-16 and Subsequent Years/DOSHS**

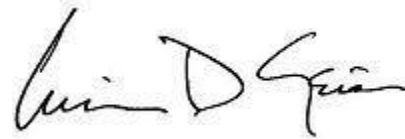
Assumptions for the bill as amended:

- According to the Department of Safety and Homeland Security (DOSHS), the number of initial handgun carry permit applications issued annually is 53,760.
- Based on information provided by DOSHS, the number of renewal applications purchased annually is approximately 86,347.
- The bill as amended will reduce the initial handgun carry permit fee by \$15 (\$115 - \$100) and reduce the renewal fee by \$10 (\$50 - \$40).
- The state will experience an annual decrease in handgun carry permit fee revenue of \$1,669,870 $[(53,760 \times \$15) + (86,347 \times \$10)]$.
- The bill as amended will take effect January 1, 2015, affecting half of FY14-15.
- There will be a decrease in FY14-15 state revenue of \$834,935 $(\$1,669,870 / 2)$.
- There will be a recurring decrease in state revenue of \$1,669,870 in FY15-16 and subsequent years.

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CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, appearing to read "Lucian D. Geise". The signature is fluid and cursive, with the first name "Lucian" written in a more compact, stylized manner, followed by "D." and "Geise".

Lucian D. Geise, Executive Director

/jdb